

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-03528A  
Picacho Water Company  
9532 E. Riggs Rd.  
Sun Lakes, AZ 85248

RECEIVED  
MAY 10 2011  
ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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5-4-11

## COMPANY INFORMATION

**Company Name (Business Name)** Picacho Water Company

**Mailing Address** 9532 E. Riggs Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-4200

Telephone No. (Include Area Code)

(480) 895-5455

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Local Office Mailing Address** 24607 S. Price Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-5009

Local Office Telephone No. (Include Area Code)

(480) 802-9463

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☒ **Management Contact:** \_\_\_\_\_

Steve Soriano

(Name)

Vice President / General Manager

(Title)

9532 E. Riggs Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-4200

Telephone No. (Include Area Code)

(480) 895-5455

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email**

**Address** steve.soriano@robson.com

**On Site Manager:** \_\_\_\_\_

Dave Voorhees

(Name)

24607 S. Price Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-5009

Telephone No. (Include Area Code)

(480) 802-9463

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email**

**Address** dave.voorhees@robson.com

<b>Statutory Agent:</b> <u>James Hubbard</u>			
(Name)			
<u>9532 E. Riggs Rd.</u>	<u>Sun Lakes</u>	<u>AZ</u>	<u>85248</u>
(Street)	(City)	(State)	(Zip)
<u>(480) 895-4200</u>	<u>(480) 895-0136</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> <u>Marty Aronson</u>			
(Name)			
<u>One Camelback Rd.</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85012</u>
(Street)	(City)	(State)	(Zip)
<u>(602) 263-2972</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> _____			

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> <b>Sole Proprietor (S)</b>    | <input checked="" type="checkbox"/> <b>C Corporation (C) (Other than Association/Co-op)</b> |
| <input type="checkbox"/> <b>Partnership (P)</b>        | <input type="checkbox"/> <b>Subchapter S Corporation (Z)</b>                                |
| <input type="checkbox"/> <b>Bankruptcy (B)</b>         | <input type="checkbox"/> <b>Association/Co-op (A)</b>                                       |
| <input type="checkbox"/> <b>Receivership (R)</b>       | <input type="checkbox"/> <b>Limited Liability Company</b>                                   |
| <input type="checkbox"/> <b>Other (Describe)</b> _____ |   |

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |  |  |  |
|--|--|--|
| <input type="checkbox"/> <b>APACHE</b>     | <input type="checkbox"/> <b>COCHISE</b>  | <input type="checkbox"/> <b>COCONINO</b>         |
| <input type="checkbox"/> <b>GILA</b>       | <input type="checkbox"/> <b>GRAHAM</b>   | <input type="checkbox"/> <b>GREENLEE</b>         |
| <input type="checkbox"/> <b>LA PAZ</b>     | <input type="checkbox"/> <b>MARICOPA</b> | <input type="checkbox"/> <b>MOHAVE</b>           |
| <input type="checkbox"/> <b>NAVAJO</b>     | <input type="checkbox"/> <b>PIMA</b>     | <input checked="" type="checkbox"/> <b>PINAL</b> |
| <input type="checkbox"/> <b>SANTA CRUZ</b> | <input type="checkbox"/> <b>YAVAPAI</b>  | <input type="checkbox"/> <b>YUMA</b>             |
| <input type="checkbox"/> <b>STATEWIDE</b>  |  |  |

**COMPANY NAME** Picacho Water Company

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises	183,896		183,896
303	Land and Land Rights			
304	Structures and Improvements	10,660	247	10,413
307	Wells and Springs	2,119,845	230,798	1,889,047
311	Pumping Equipment	954,812	91,081	863,731
320	Water Treatment Equipment	17,100	386	16,714
330	Distribution Reservoirs and Standpipes	891,851	82,539	809,312
331	Transmission and Distribution Mains	1,880,566	107,265	1,773,301
333	Services	247,125	22,781	224,344
334	Meters and Meter Installations	135,456	11,756	123,700
335	Hydrants	285,855	25,481	260,374
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	39,503	23,316	16,187
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	180,317	16,100	164,217
347	Miscellaneous Equipment	12,452	250	12,202
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>6,959,438</b>	<b>612,000</b>	<b>6,347,438</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises	183,896		
303	Land and Land Rights			
304	Structures and Improvements	10,660	2.32	247
307	Wells and Springs	2,119,845	1.85	39,275
311	Pumping Equipment	954,812	2.74	26,184
320	Water Treatment Equipment	17,100	2.26	386
330	Distribution Reservoirs and Standpipes	891,851	3.00	26,756
331	Transmission and Distribution Mains	1,880,566	2.04	38,445
333	Services	247,125	3.00	7,414
334	Meters and Meter Installations	135,456	2.43	3,285
335	Hydrants	285,855	3.00	8,576
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	39,503	9.97	3,939
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	180,317	3.00	5,409
347	Miscellaneous Equipment	12,452	2.01	250
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>6,959,438</b>	<b>2.30</b>	<b>160,166</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

**BALANCE SHEET**

<b>Acct No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$36,123	\$41,485
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	28,461	31,057
146	Notes/Receivables from Associated Companies	410,442	51,141
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$475,026	\$123,683
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$5,237,203	\$6,959,438
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(451,834)	(612,000)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$4,785,369	\$6,347,438
	<b>TOTAL ASSETS</b>	<b>\$5,260,395</b>	<b>\$6,471,121</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$34,203	\$13,468
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	16,096	21,129
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$50,299	\$34,597
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	187,102	211,717
	<b>TOTAL DEFERRED CREDITS</b>	\$187,102	\$211,717
	<b>TOTAL LIABILITIES</b>	\$237,401	\$246,314
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$1,475,000	\$1,475,000
211	Paid in Capital in Excess of Par Value	3,100,000	4,225,000
215	Retained Earnings	447,994	524,807
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$5,022,994	\$6,224,807
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$5,260,395</b>	<b>\$6,471,121</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$511,072	\$514,458
460	Unmetered Water Revenue		
474	Other Water Revenues	2,150	2,150
	<b>TOTAL REVENUES</b>	\$513,222	\$516,608
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$69,277	\$82,924
610	Purchased Water		
615	Purchased Power	82,672	82,340
618	Chemicals	1,753	3,501
620	Repairs and Maintenance	20,582	26,990
621	Office Supplies and Expense		
630	Outside Services	2,043	2,748
635	Water Testing	4,499	5,542
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	8,108	14,577
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	25,826	24,607
403	Depreciation Expense	155,085	160,166
408	Taxes Other Than Income		
408.11	Property Taxes	14,608	22,605
409	Income Tax	40,887	25,109
	<b>TOTAL OPERATING EXPENSES</b>	\$425,340	\$451,109
	<b>OPERATING INCOME/(LOSS)</b>	\$87,882	\$65,499
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$8,335	\$10,864
421	Non-Utility Income	535	451
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$8,870	\$11,315
	<b>NET INCOME/(LOSS)</b>	<b>\$96,752</b>	<b>\$76,814</b>



**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	N/A			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$0	\$	\$	\$
Amount Outstanding	\$0	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$0	\$	\$	\$
Current Year Principle	\$0	\$	\$	\$

Meter Deposit Balance at Test Year End \$0 \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$0 \_\_\_\_\_

<b>COMPANY NAME</b> Picacho Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-567967	400	2,500	1,613	20	12	1998
55-567966	400	2,400	1,150	20	12	1998
55-211811	400	2,000	1,570	18	12	2006

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
N/A		

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
60	2	96	
10	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
800,000	1	15,000	1

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME</b> Picacho Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	20,030
8	PVC	11,440
10		
12	PVC	17,060
16	PVC	1,860
18	PVC	7,920

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	512
3/4	
1	3
1 1/2	3
2	17
Comp. 3	
Turbo 3	
Comp. 4	2
Turbo 4	
Comp. 6	1
Turbo 6	

**For the following three items, list the utility owned assets in each category for each system.**

**TREATMENT EQUIPMENT:**

Dual Chlorination System

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**STRUCTURES:**

2 Motor Control Panels

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**OTHER:**

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME:</b> Picacho Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	476	6,299	7,322	0
FEBRUARY	480	5,698	6,107	0
MARCH	480	9,566	10,851	0
APRIL	487	21,325	23,713	0
MAY	493	33,936	35,705	0
JUNE	496	39,875	41,248	0
JULY	502	28,874	33,361	0
AUGUST	513	24,550	27,762	0
SEPTEMBER	520	26,422	28,439	0
OCTOBER	527	21,838	24,133	0
NOVEMBER	541	19,125	20,932	0
DECEMBER	543	9,084	10,718	0
<b>TOTALS →</b>		<b>246,592</b>	<b>270,291</b>	<b>0</b>

What is the level of arsenic for each well on your system? POE#1 .0046 mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? 1,750 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☒ ( X ) Yes                      ☐ ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☒ ( X ) Yes                      ☐ ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ ( ) Yes                      ☒ ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

<b>COMPANY NAME:</b> Picacho Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	0
FEBRUARY	0	0	0
MARCH	0	1	0
APRIL	0	0	0
MAY	0	1	0
JUNE	0	0	0
JULY	0	1	0
AUGUST	0	0	0
SEPTEMBER	0	0	0
OCTOBER	0	0	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
<b>TOTALS →</b>	<b>0</b>	<b>3</b>	<b>0</b>

OTHER (description):

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**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 18,606.57

Attach to this annual report proof (e.g. property tax bills stamped “paid in full” or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

12-18-11

ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa

NAME (OWNER OR OFFICIAL) TITLE Steve Soriano – Vice President/General Manager

COMPANY NAME Picacho Water Company

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL

(480) 895-4200

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

28

DAY OF



DENEENE A. TILL  
NOTARY PUBLIC - ARIZONA  
(REAL) MARICOPA COUNTY  
My Commission Expires  
December 31, 2013

MY COMMISSION EXPIRES

12/31/13

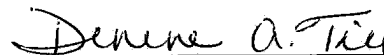
COUNTY NAME

Maricopa

MONTH

April

2011



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Picacho Water Company

YEAR ENDING 12/31/2010

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>

State Taxable Income Reported	<u>4,078</u>
Estimated or Actual State Tax Liability	<u>279</u>

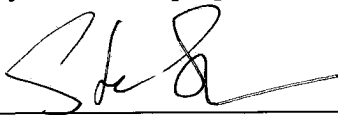
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

**SIGNATURE**4-28-11**DATE**Steve Soriano**PRINTED NAME**Vice President/General Manager**TITLE**



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

MAY 24 2011

ACC. UTILITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Maricopa
NAME (OWNER OR OFFICIAL) TITLE	Steve Soriano – Vice President/General Manager
COMPANY NAME	Picacho Water Company

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 571,349

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 54,592  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

(480) 895-4200

TELEPHONE NUMBER

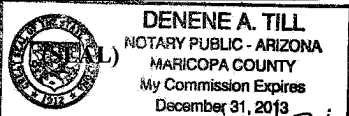
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

28

DAY OF



MY COMMISSION EXPIRES 12/31/13

COUNTY NAME	Maricopa	
MONTH	April	2011



SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

RECEIVED  
MAY 28 2011  
ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Steve Soriano	TITLE Vice President/General Manager
COMPANY NAME Picacho Water Company	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2010

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**


**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:**

**ARIZONA INTRASTATE GROSS OPERATING REVENUES**

**\$ 369,956**

**THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 34,458  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**



SIGNATURE OF OWNER OR OFFICIAL

(480) 895-4200  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

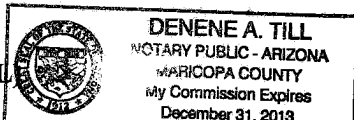
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

28

**DAY OF**

**(SEAL**



**MY COMMISSION EXPIRES 12/31/13**

NOTARY PUBLIC NAME <u>Denene A. Till</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	<u>20</u> / <u>11</u>



SIGNATURE OF NOTARY PUBLIC